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April 10, 1981

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Re: KOI Petroleum Co., Inc./Lycaste and Freud Site

Gentlemen:

Enclosed is a revised copy of the Hazardous Waste Removal and Disposal Agreement to be entered into between Nortru, Inc. and Carter's Waste Oil Reclamation, Inc. for the cleanup operation at the KOI Petroleum Co., Inc. facility in Detroit, Michigan. Minor changes have been made in the Agreement to reflect Mr. Schultz's comments and subsequent negotiations between Nortru and Carter.

I have tentatively scheduled a meeting with John McPhee, Esq. of Region V EPA in Chicago for Friday, April 17, 1981, at 9:00 A.M. For that meeting, I would like to obtain written confirmation from MDNR that Nortru's cleanup plan, as reflected in the Agreement and information supplied to you regarding Chemical and Environmental Engineering, Incorporated's wastewater treatment operations at the site, is acceptable to MDNR and in accordance with applicable regulations and statutes under MDNR's jurisdiction. I would also appreciate written confirmation that MDNR supports Nortru's proposed use of the KOI facility for short term storage of reclaimable liquid wastes.

There is one item in connection with the cleanup plan that may require an MDNR permit and license under 1978 PA 641. Carter has advised Nortru that it may be necessary to mix the sludges with lime on-site in order to stabilize them prior to transport off-site. If that is the case, will a permit and license be necessary under Sections 10 and 13 of 1978 PA If so, we would appreciate your efforts in expediting permit and

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license issuance. My own conclusion is that no permit or license is required because of the exemption contained in the last sentence of Section 7(5) of 1978 PA 641.

I would appreciate your prompt response.

Very truly yours,

Joseph M. Polito

JMP:glt

Enclosure

bcc: Mr. Norman Foster - (w/enclosure)
Robert A. Fineman, Esq. - (w/enclosure)